

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1575-02  
Bill No.: Perfected HCS for HB 546  
Subject: Boards, Commissions, Committees, Councils; Economic Development  
Department; Housing  
Type: Original  
Date: April 5, 2011

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Bill Summary: This proposal requires the Missouri Housing Development Commission to have its offices and staff in Cole County and requires the executive director or chief executive officer to reside within 40 miles of Jefferson City.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
General Revenue	(\$28,870)	(\$12,000)	(\$12,000)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(\$28,870)</b>	<b>(\$12,000)</b>	<b>(\$12,000)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses. This fiscal note contains 4 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2012</b>	<b>FY 2013</b>	<b>FY 2014</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2012</b>	<b>FY 2013</b>	<b>FY 2014</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2012</b>	<b>FY 2013</b>	<b>FY 2014</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials at the **Office of the Governor** assume that there is no fiscal impact from this proposal.

Officials at the **Department of Economic Development's Missouri Housing Development Commission (MHDC)** assume this bill would require the executive director of MHDC to relocate to Jefferson City by July 1, 2012.

MHDC assumes that funds for a legislatively mandated move would be paid by the state through the appropriations process using General Revenue. MHDC follows the state employee relocation policy set by the Office of Administration (Policy B-4, Payment of Relocation and Recruitment Expense). That policy allows for a lump-sum relocation payment of 10% of an employee's salary, plus payment for 30 days of temporary lodging in a hotel or apartment including utilities costs. Therefore the amount of the move is based on \$14,500 for salary and \$2,370 for lodging.

Additionally, there would be travel costs (hotel, meals and mileage) involved for the Executive Director between Jefferson City and Kansas City estimated at \$12,000 per year.

**Oversight** assumes this proposal does not designate which fund will pay the relocation expenses of the executive director so Oversight will show the expenses as being paid out of the General Revenue Fund.

<u>FISCAL IMPACT - State Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
<b>GENERAL REVENUE</b>			
<u>Cost - MHDC</u>			
relocation expenses of the director	<u>(\$28,870)</u>	<u>(\$12,000)</u>	<u>(\$12,000)</u>
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b><u>(\$28,870)</u></b>	<b><u>(\$12,000)</u></b>	<b><u>\$12,000</u></b>
<u>FISCAL IMPACT - Local Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

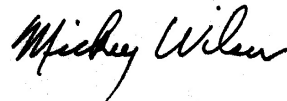
FISCAL DESCRIPTION

Beginning July 1, 2012, this bill requires the Missouri Housing Development Commission to have its executive director or chief executive officer to reside within 40 miles of Jefferson City.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Economic Development  
Missouri Housing Development Commission  
Office of the Governor

A handwritten signature in black ink that reads "Mickey Wilson". The signature is fluid and cursive, with the first name "Mickey" and last name "Wilson" clearly distinguishable.

Mickey Wilson, CPA  
Director  
April 5, 2011